LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY**, **JUNE 21, 2005**, upon the application of **CHESAPEAKE OPERATING**, **INC**.

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Hosston Formation**, **Reservoir A**; **the Upper Cotton Valley Formation**, **Reservoir A**; **and the Lower Cotton Valley Formation**, **Reservoir A**, in the Vernon Field, Jackson Parish, Louisiana.

- 1. To create five (5) additional drilling and production units for the exploration for and production of gas and condensate from the Hosston Formation, Reservoir A; the Upper Cotton Valley Formation, Reservoir A; and the Lower Cotton Valley Formation, Reservoir A.
- 2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within each of the proposed additional units in accordance with Section 10, Title 30, of the Louisiana Revised Statutes of 1950, with each tract sharing in unit production on a surface acreage basis of participation.
- 3. To designate a unit operator of, and unit wells for, the proposed additional units as may be appropriate.
 - 4. To extend, except as in conflict herewith, the provisions of the Office of Conservation Order No. 798-A series of Orders to the proposed additional units for the Hosston Formation, Reservoir A.
 - 5. To extend, except as in conflict herewith, the provisions of the Office of Conservation Order No. 798-C series of Orders to the proposed additional units for the Upper Cotton Valley Formation, Reservoir A.
 - 6. To extend, except as in conflict herewith, the provisions of the Office of Conservation Order No. 798-B series of Orders to the proposed additional units for the Lower Cotton Valley Formation, Reservoir A.
 - 7. To consider such other matters as may be pertinent.

The Hosston Formation, Reservoir A, was initially defined in Office of Conservation Order No. 798-A, effective February 28, 1980, and was further defined in Office of Conservation Order No. 798-A-1, effective August 18, 1982.

The Upper Cotton Valley Formation, Reservoir A, is defined in Office of Conservation Order No. 798-C-10, effective January 22, 2002.

The Lower Cotton Valley Formation, Reservoir A, is defined in Office of Conservation Order No. 798-B-23, effective January 22, 2002.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH COMMISSIONER OF CONSERVATION

Baton Rouge, La 5/2/05;5/5/05 S dnp

IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.